

House Bill 1507

By: Representatives Stephens of the 164<sup>th</sup>, Ehrhart of the 36<sup>th</sup>, Parrish of the 156<sup>th</sup>, Graves of the 137<sup>th</sup>, Parham of the 141<sup>st</sup>, and others

A BILL TO BE ENTITLED

AN ACT

To amend Article 1 of Chapter 24 of Title 33 of the Official Code of Georgia Annotated, relating to insurance generally, so as to prohibit prior authorization for a prescription drug which a drug manufacturer provides to a community pharmacy at the lowest price of a pricing structure; to provide for definitions; to provide for related powers and duties; to repeal conflicting laws; and for other purposes.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

**SECTION 1.**

Article 1 of Chapter 24 of Title 33 of the Official Code of Georgia Annotated, relating to insurance generally, is amended by adding a new Code section to the end of such article to read as follows:

"33-24-59.13.

(a) As used in this Code section, the term:

(1) 'Health benefit plan or policy' means any individual or group plan, policy, or contract for health care services issued, delivered, issued for delivery, or renewed in this state, including, but not limited to, by a health care corporation, health maintenance organization, preferred provider organization, accident and sickness insurer, fraternal benefit society, hospital service corporation, medical service corporation, workers' compensation insurance carrier in accordance with Chapter 9 of Title 34, other insurer or similar entity, the state health benefit plan under Article 1 of Chapter 18 of Title 45, the medical assistance program under Article 7 of Chapter 4 of Title 49, the PeachCare for Kids program under Article 13 of Chapter 5 of Title 49, or any other health benefit plan or policy administered by or on behalf of the state.

(2) 'Insurer' means a health care corporation, health maintenance organization, accident and sickness insurer, fraternal benefit society, hospital service corporation, medical service corporation, workers' compensation insurance carrier, managed care plan other

1 than a dental plan, or any similar entity authorized to issue contracts under Title 33, and  
2 shall also include the state for purposes of the state health benefit plan under Article 1 of  
3 Chapter 18 of Title 45, the medical assistance program under Article 7 of Chapter 4 of  
4 Title 49, the PeachCare for Kids program under Article 13 of Chapter 5 of Title 49, or  
5 any other health benefit plan or policy administered by or on behalf of the state.

6 (3) 'Prescription drug' has the meaning provided by Code Section 26-4-5.

7 (b) No health benefit plan or policy issued, delivered, or renewed in this state by an insurer  
8 shall require prior approval for a prescription drug if a drug manufacturer utilizing a pricing  
9 structure for sales to various classes of trade provides that a community pharmacy is  
10 charged the lowest price in the pricing structure for such prescription drug."

11 **SECTION 2.**

12 All laws and parts of laws in conflict with this Act are repealed.